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9 BEFORE THE DEPARTMENT OF BUSINESS OVERSIGHT
10 OF THE STATE OF CALIFORNIA

12 In the Matter of:

CRMLA LICENSE NO.: 41DBO-59635

13 THE COMMISSIONER OF BUSINESS
14 OVERSIGHT,

ORDER REVOKING CALIFORNIA
RESIDENTIAL MORTGAGE LENDER
LICENSE PURSUANT TO FINANCIAL
CODE SECTION 50327

15 Complainant,

16 v.

17 HOME LOAN ENTERPRISE, a California
18 Corporation,

19 Respondent.

22 The Commissioner of Business Oversight (Commissioner) finds that:

- 23 1. Home Loan Enterprise is a California residential mortgage lender originally licensed on or
- 24 around March 5, 2017.
- 25 2. Financial Code section 50200, subdivision (d), requires that CRMLA licensees file audited
- 26 financial statements with the Commissioner within 105 days from the end of the licensee’s fiscal
- 27 year. Home Loan Enterprise’s fiscal year is December 31, and its audited financial statements for the
- 28 fiscal year ending December 31 is due April 15 of the following year.

1 3. Licensees are required to upload audited financial statements in the Nationwide Multistate
2 Licensing System (NMLS) website. The licensee uploading the financial statements must declare
3 under Classification Type whether the licensee is filing audited or unaudited financial statements.

4 **A. Home Loan Enterprise Failed to File an Audited Financial Statement for the Fiscal Year**
5 **of 2016.**

6 4. Home Loan Enterprise’s audited financial statement for fiscal year ending December 31,
7 2016, was due on April 15, 2017. On April 1, 2017, NMLS posted an automated license item
8 regarding the 2016 financial statement requirement. The financial statement submitted by Home Loan
9 Enterprise was deemed “insufficient” because, although Home Loan Enterprise uploaded on March
10 24, 2017 a financial statement for the period ending December 31, 2016, the financial statement
11 uploaded was unaudited. To date, Home Loan Enterprise has not submitted its 2016 audited financial
12 statement.

13 **B. Home Loan Enterprise Failed to File an Audited Financial Statement for the Fiscal Year**
14 **of 2017.**

15 5. Home Loan Enterprise’s audited financial statements for fiscal year ending December 31,
16 2017, were due April 15, 2018. On April 1, 2018, NMLS posted an automated license item regarding
17 the 2017 audited financial statement requirement. The financial statement was deemed “insufficient”
18 because, although Home Loan Enterprise uploaded on March 29, 2018 a financial statement for the
19 period ending December 31, 2017, the financial statement uploaded was unaudited.

20 6. On August 7, 2018, the Department of Business Oversight (DBO) posted a license item
21 reminding Home Loan Enterprise that it must submit the audited financial statement as required. To
22 date, Home Loan Enterprise has not submitted its 2017 audited financial statement.

23 7. Financial Code section 50200, subdivision (d), requires CRMLA licensees to file yearly
24 audited financial statements, providing that the audit report shall be filed with the commissioner
25 within 105 days of the end of the licensee’s fiscal year and that the report filed with the commissioner
26 shall be certified by the certified public accountant conducting the audit.

27 8. Financial Code section 50327, subdivision (a)(1), provides that the Commissioner may, after
28 notice and a reasonable opportunity to be heard, revoke any license if the Commissioner finds that the

1 licensee has violated any provision of the CRMLA or any rule or order of the Commissioner
2 thereunder.

3 9. On May 31, 2019, the Commissioner issued to Home Loan Enterprise a Notice of Intention to
4 Issue Order Revoking Residential Mortgage Lender License Pursuant to Financial Code Section
5 50327, Accusation, Statement to Respondent, and accompanying documents with respect to the
6 above findings. On or about June 3, 2019, Home Loan Enterprise was served with those documents.
7 Home Loan Enterprise did not file a hearing and the time to do so has expired.

8 Based on the foregoing findings, pursuant to Financial Code section 50327, the Commissioner
9 revokes Home Loan Enterprise’s California residential mortgage lender license.

10 NOW GOOD CAUSE APPEARING THEREFORE, it is ordered that the California
11 residential mortgage lender license held by Home Loan Enterprise is revoked. This order is effective
12 as of the date thereof.

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14 Dated: July 10, 2019
15 Sacramento, California

MANUEL P. ALVAREZ
Commissioner of Business Oversight

16 By _____
17 MARY ANN SMITH
18 Deputy Commissioner
19 Enforcement Division
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